



OVERSIGHT BOARD FOR THE SUCCESSOR AGENCY TO THE ARTESIA REDEVELOPMENT AGENCY AGENDA REPORT

MEETING DATE:
3/28/2013

CONTROL NO:

ITEM NO: ¹

SUBJECT: APPROVAL OF ACTION MINUTES OF THE OVERSIGHT BOARD

FROM: GLORIA CONSIDINE, BOARD SECRETARY

PRESENTATION BY: GLORIA CONSIDINE, BOARD SECRETARY

BACKGROUND:

As part of the new requirements all Oversight Board actions must be done by resolution (Health & Safety Code Section 34179 (e)). Attached is Resolution No. OB 13-21 for adoption approving the minutes of the February 26, 2013 Oversight Board meeting.

FISCAL IMPACT: There is no fiscal impact related to this action item.

ATTACHMENTS: Resolution No. OB 13-21
Minutes of February 26, 2013

RESOLUTION NO. OB 13-21

A RESOLUTION OF THE OVERSIGHT BOARD FOR THE SUCCESSOR
AGENCY TO THE ARTESIA REDEVELOPMENT AGENCY
APPROVING ACTION MINUTES FOR THE OVERSIGHT BOARD
MEETING OF FEBRUARY 26, 2013

RECITALS:

A. Health and Safety Code Section 34179 (e), as amended by AB 1484, provides that all actions of Oversight Boards to redevelopment Successor Agencies are to be adopted by resolution.

B. One action required at most Oversight Board meetings is the approval of the minutes of the Board’s prior meeting(s).

C. Since this is an action of the Oversight Board, approval of action minutes must be done by resolution to be in conformance with AB 1484.

NOW, THEREFORE, THE OVERSIGHT BOARD FOR THE SUCCESSOR AGENCY TO THE ARTESIA REDEVELOPMENT AGENCY, HEREBY FINDS, DETERMINES, RESOLVES, AND ORDERS AS FOLLOWS:

Section 1. The above recitals are true and correct and are a substantive part of this resolution.

Section 2. This Resolution is adopted pursuant to AB 1484.

Section 3. The Oversight Board for the Successor Agency hereby approves the action minutes of February 26, 2013 as presented.

Section 4. The officers and the staff of the Successor Agency are hereby authorized and directed, jointly and severally, to do any and all things which they may deem necessary or advisable to effectuate this Resolution.

PASSED, APPROVED AND ADOPTED this 28th day of March, 2013.

WILLIAM HOLT, CHAIRMAN

ATTEST:

GLORIA CONSIDINE, BOARD SECRETARY

I, Gloria Considine, Secretary of the Oversight Board for the Successor Agency to the Artesia Redevelopment Agency, do hereby certify that the foregoing resolution was introduced and adopted at a Special Meeting of the Oversight Board for the Successor Agency to the Artesia Redevelopment Agency, on the 8th day of January 2013, by the following roll call vote:

AYES: BOARD MEMBERS: Delawalla, Lingad, Nguyen, Wardle, Powell, Ray and Holt
NOES: BOARD MEMBERS: None
ABSENT: BOARD MEMBERS: None
ABSTAIN: BOARD MEMBERS: None

GLORIA CONSIDINE, BOARD SECRETARY

**MINUTES FOR THE
SPECIAL MEETING OF THE
CITY OF ARTESIA OVERSIGHT BOARD FOR THE
SUCCESSOR AGENCY TO THE ARTESIA REDEVELOPMENT AGENCY**

Location:

ARTESIA CITY COUNCIL CHAMBERS

Tuesday, February 26, 2013

10:00 a.m.

I. CALL TO ORDER:

William Holt, Chair, called the meeting to order at 10:02 a.m.

II. ROLL CALL:

Present: Board Members, Kathrin Wardle, Becky T. Lingad, Don Powell, Toan Nguyen, Ali Delawalla, Vice Chair George Ray and Chair William A. Holt

Absent: None

SUCCESSOR AGENCY STAFF:

Gloria Considine, Secretary
Justine Menzel, Deputy Executive Director
Kevin Ennis, General Counsel to the Successor Agency
Tanya Ruiz, Los Angeles County Board of Supervisors, Executive Office

III. ADMINISTRATIVE MATTERS:

1. RESOLUTION NO. OB 13-17

A Resolution of the Oversight Board for the Successor Agency to the Artesia Redevelopment Agency Approving Action Minutes for the Oversight Board Meeting of January 8, 2013.

On motion of Board Member Powell, seconded by Board Member Lingad, unanimously carried, the Board approved the action minutes for the January 8, 2013 Oversight Board Meeting.

Attachments: [SUPPORTING DOCUMENT](#)

2. RESOLUTION NO. OB 13-18

A Resolution of The Oversight Board for the Successor Agency to the Artesia Redevelopment Agency Approving a Recognized Obligation Payment Schedule for the Six-Month Fiscal Period from July 1, 2013 through December 31, 2013, and Taking Certain Related Actions.

Justine Menzel, Deputy Executive Director, introduced and provided a detailed overview of the line items listed on the Recognized Obligation Payment Schedule (ROPS) 13-14A, citing the penalties incurred if the Agency does not meet the March 1, 2013 deadline.

Board Member Powell questioned Line Item 10, Legal Services to Richards, Watson, Gershon, which list the Total Outstanding Debt or Obligation as \$2,080,000. Ms. Menzel clarified that the amount is an estimate, projected over 39 years.

Board Member Nguyen also strongly expressed his concern over Line Item 10, explaining that the amount requested is too large of an amount given that the Agency will ultimately be dissolved. Board Member Powell inquired whether the amount could be amended, with Board Member Nguyen adding that on the prior ROPS, the amount requested was estimated at only \$30,000. Justine Menzel replied that it is at the discretion of the Board to amend any line items; however, she defended the requested amount, noting that the Successor Agency incurred more expenses than anticipated on the prior ROPS and also informed that the \$2 million amount was derived from a cash flow analysis estimated over the next 39 years.

Chair Holt conveyed that he is not in favor of reducing the amount for Line Item 10, noting that the requested \$2 Million is not a concern since the amount is projected over 39 years. Board Member Wardle indicated that unanticipated legal issues happen without expectation and can be very costly; therefore she articulated that the requested \$2 Million amount would be available as a backup, should the Agency require it. Vice Chair Ray also voiced that he is not comfortable amending the amount as there is no assurance that the Agency will not later be affected.

On motion of Vice Chair Ray, seconded by Board Member Lingad, duly carried by the following vote, the Board Adopted Resolution NO. OB 13-18, Approving the Recognized Obligation Payment Schedule for the Six-Month Fiscal Period from July 1, 2013 through December 31, 2013:

Ayes: Board Members Delawalla, Lingad, Powell, Wardle, Vice Chair Ray and Chair Holt
Noes: Board Member Nguyen
Absent: None
Abstain: None

Attachments: [SUPPORTING DOCUMENT](#)

3. RESOLUTION NO. OB 13-19

A Resolution of The Oversight Board for the Successor Agency to the Artesia Redevelopment Agency Approving a Proposed Administrative Budget for the Six-Month Fiscal Period from July 1, 2013 through December 31, 2013, and Taking Certain Related Actions.

Justine Menzel, Deputy Executive Director, reviewed the Administrative Budget and noted the budget list is concurrent with the Recognized Obligation Payment Schedule (ROPS 13-14A). Ms. Menzel added that the Successor Agency is seeking approval of \$185,000 for the six-month period of July 1, 2013 through December 31, 2013.

Board Member Nguyen reiterated his concern over the \$2 Million Total Outstanding Debt or Obligation amount associated with the legal services of Richards, Watson, Gershon.

Board Member Delawalla questioned whether the Board is approving the amount listed in the total Outstanding Debt column. Justine Menzel replied that the Board is only approving the amount for the six-month period of July 1, 2013 through December 31, 2013. Kevin Ennis, General Counsel to the Successor Agency suggested that the Board can add a clause in the Resolution to explain exactly what the Board is approving.

Upon consensus of the Board, Kevin Ennis added that the following wording would be added to Section 2 of Resolution No. OB 13-19:

“And specifically, only with respect to expenditures for July 1, 2013 through December 31, 2013.”

On motion of Board Member Delawalla, seconded by Board Member Wardle, duly carried by the following vote, the Board Adopted Resolution NO. OB 13-19, Approving a Proposed Administrative Budget for the Six-Month Fiscal Period from July 1, 2013 through December 31, 2013 as amended in Section 2 with the following wording added “And specifically, only with respect to expenditures for July 1, 2013 through December 31, 2013” :

Ayes: Board Members Delawalla, Lingad, Powell, Wardle, Vice Chair Ray and Chair Holt

Noes: Board Member Nguyen

Absent: None

Abstain: None

Attachments: [SUPPORTING DOCUMENT](#)

IV. MISCELLANEOUS:

4. Chair and Board Member Comments.

Chair Holt questioned when the next Oversight Board Meeting would be scheduled. Justine Menzel, Deputy Executive Director, indicated that a meeting would take place sometime in May or June 2013.

5. Public Comments (Opportunity for members of the public to address the Board on items of interest that are within the jurisdiction of the Board)

There was none.

6. Matters not on the posted agenda (to be Presented and Placed on the Agenda of a Future Meeting.

There was none.

7. Adjournment of the Special Meeting of February 26, 2013.

The meeting adjourned at 11:13 a.m.